

REMARKS

After entry of the foregoing amendment, claims 1-5, 9-11, 16, 19, 21, 24, and 28-40 are pending in the application.

To expedite prosecution, applicants have canceled some claims and rewritten others. All claims are now understood to be in condition for allowance. (Applicants reserve the right to pursue claims of a scope formerly presented, in one or more related applications.)

Favorable reconsideration and passage to issuance are solicited.

Date: September 11, 2006

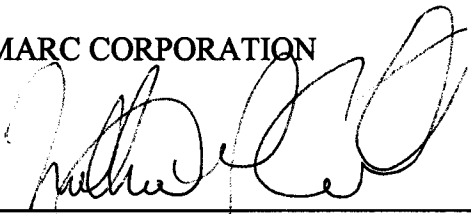
CUSTOMER NUMBER 23735

Phone: 503-469-4800
FAX 503-469-4777

Respectfully submitted,

DIGIMARC CORPORATION

By



William Y. Conwell
Registration No. 31,943